

# LISKOW & LEWIS

A PROFESSIONAL LAW CORPORATION

822 HARDING STREET

P.O. BOX 52008

LAFAYETTE, LOUISIANA 70505-2008

TELEPHONE (337) 232-7424

FACSIMILE (337) 267-2399

Richard W. Revels, Jr.  
rwrevels@liskow.com

October 26, 2006

Honorable James H. Welsh  
Commissioner of Conservation  
Office of Conservation  
P. O. Box 94275  
Baton Rouge, LA 70804-4275

Re: Tex L Zone, Reservoir A  
DULAC FIELD  
Terrebonne Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **FALCON BAY OPERATIONS, LLC** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters:

1. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the Tex L Zone, Reservoir A, in the Dulac Field, Terrebonne Parish, Louisiana, said proposed unit designated TEX L RA SUA, as shown on the plat attached hereto and made a part hereof.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate Falcon Bay Operations, LLC as operator and its State Lease 18582 No. 1 Well as unit well for the proposed unit.
4. To provide that any future substitute and/or alternate unit wells drilled to the Tex L Zone, Reservoir A, within or outside of the unit created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
5. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoir by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir changes and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.

October 26, 2006

LISKOW & LEWIS  
A PROFESSIONAL LAW CORPORATION

Page 2

6. To consider such others matters as may be pertinent.

The Textularia L Zone, Reservoir A, in the Dulac Field, is hereby defined as being that gas and condensate bearing zone encountered between the depths of 11,079 feet and 12,229 feet (electrical log measurements) (11,053 feet and 12,134 feet subsea depths) in the Falcon Bay Operations, LLC – State Lease 18582 No. 1 Well, located in Section 83, Township 19 South, Range 18 East, Terrebonne Parish, Louisiana.

Pertinent data, including well logs, may be obtained **AT THE COST OF THE REQUESTING PARTY** from Art Christy, W. H. Robbins & Associates, L.L.C., 302 LaRue France, Lafayette, Louisiana 70508, Telephone Number (337) 232-5004.

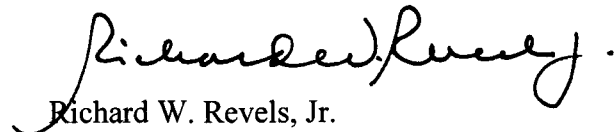
Pursuant to the Rules of Procedure, a pre-application conference was held on October 11, 2006, in Lafayette, Louisiana, at which the parties named on the attached list were in attendance. The conference was opened by representatives of the applicant who explained the bases for the unit being requested. Questions were asked and answered. Mr. B. J. Duplantis and Mr. Bill McAlister, representing Century Exploration Houston, Inc., presented a counterplan differing principally from the applicant's in the placement of the east line of the unit. The parties could not resolve differences, and the conference was then adjourned. Opposition at the hearing is possible.

Attached hereto and made a part hereof are the following: a plat outlining the applicant's proposal, the conference attendance list and the list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom a copy of this application is being mailed. Pursuant to the Revised Rules of Procedure, the list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation; however, the list of parties will be furnished to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed is our check in the amount of \$755.00 made payable to the Office of Conservation submitted on behalf of the applicant representing the hearing application fee.

Very truly yours,

RWRjr/df  
Attachments

  
Richard W. Revels, Jr.

180273\_1  
27305.0002

cc: Mr. Richard Hudson, Lafayette District Office of Conservation  
cc: Interested Owners, Represented Parties, and Interested Parties

